GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industrial Promotion – M/s Electrosteel Castings Limited (formerly M/s Srikalahasti Pipes Ltd.) – Providing certain tailor made incentives to set up expansion of existing manufacturing plant for Ductile Iron (DI) Pipes at Rachagunneri Village, Srikalahasti Mandal, Tirupati District and a New Ferro Alloys Plant at Punganur, Chittoor District– Orders – Issued.

INDUSTRIES & COMMERCE (P&I) DEPARTMENT

G.O.Ms.No.12

Dated:18.02.2023
Read the following:

1. From M/s Electrosteel Castings Limited, dated:07.11.2022.
2. Minutes of the State Investment Promotion Committee meeting held on 06.02.2023
3. Minutes of the State Investment Promotion Board meeting held on 07.02.2023

ORDER:

In the reference 1st read above, M/s Electrosteel Castings Limited (formerly M/s Srikalahasti Pipes Ltd.) proposed to expand the existing plant for manufacturing of Ductile Iron (DI) at Rachagunneri Village, Srikalahasti Mandal, Tirupati District with an investment of Rs.1087.00 Crores with potential to create employment to 2350 people. In addition to this, the Company is also establishing a New Ferro Alloys Plant at Punganur, Chittoor District and requested to provide certain tailor made benefits for the project.

2. Accordingly, the proposal was placed before the State Investment Promotion Board (SIPB) in its meeting held on 07.02.2023 with the recommendations of State Investment Promotion Committee (SIPC).

3. The SIPB has discussed the proposal in detail and decided to extend certain incentives to M/s Electrosteel Castings Limited for expansion of existing manufacturing plant for Ductile Iron (DI) Pipes at Rachagunneri Village, Srikalahasti Mandal, Tirupati District and for the New Ferro Alloys Plant at Punganur, Chittoor District.

4. Government after careful examination of the decision of the State Investment Promotion Board, hereby extend the following incentives to M/s Electrosteel Castings Limited.

I. Power cost reimbursement @ Rs. 1/- per unit for "DI pipes manufacturing" facility for a period of 5 years from Date of Commencement of Commercial Production.
II. 100% Net SGST accrued to the State for a period of 5 years, or up to realization of 100% fixed capital investment, whichever is earlier.

5. The Board also directed APIIC to establish a Sub Station for providing 132 KV power supply along with approach road for the proposed Industrial park over an area of 2000 acres in Punganur, which can be utilised by the M/s Electrosteel Castings Limited for their facility at Punganur. The cost of

creating infrastructure for power supply shall be paid to Energy Department, by the APIIC.

6. The above incentives shall be made applicable upon achieving the employment of 2350 as committed by the company.

7. The VC&MD, APIIC Ltd., Mangalagiri and the Director of Industries, Andhra Pradesh, Mangalagiri shall take necessary action accordingly and intimate the status of the progress of the work done by the unit from time to time to the Government.

(BY ORDER AND IN THE NAME OF GOVERNOR OF ANDHRA PRADESH)

R KARIKAL VALAVEN
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Director of Industries, Andhra Pradesh, Mangalagiri.
The Vice Chairman & Managing Director, APIIC Ltd., Mangalagiri.
M/s Electrosteel Castings Limited.
The PR&RD (PR) Department
The MA&UD Department
The H.M.&F.W. Department
The Collector & District Magistrate, Krishna district
The District Industries Officer, YSR District, Kadapa

Copy to:

The Finance (FMU-I&I, Energy and I&C) Department
The Revenue (CT) Department
The Revenue (Registration) Department
The Law (H) Department
The Accountant General, Andhra Pradesh
The Commissioner of Commercial Taxes, Vijayawada
P.S. to Chief Secretary to Government
P.S. to Secretary to Chief Minister
P.S. to Special Chief Secretary to Govt & CIP, Industries & Commerce
The G.A. (Cabinet) Department (w.r.t. their U.O. No.39/2023, dt:13.02.2023)
SC/SF

//FORWARDED:BY ORDER//

S. Swarnalatha
SECTION OFFICER